

General Assembly

Amendment

January Session, 2005

LCO No. 7586

SB0103607586SD0

Offered by: SEN. DUFF, 25th Dist.

To: Subst. Senate Bill No. **1036**

File No. 311

Cal. No. 283

"AN ACT CONCERNING THE DEPARTMENT OF ECONOMIC AND COMMUNITY DEVELOPMENT."

- 1 Strike everything after the enacting clause and substitute the
- 2 following in lieu thereof:
- 3 "Section 1. Subsection (a) of section 8-37qq of the general statutes is
- 4 repealed and the following is substituted in lieu thereof (Effective
- 5 *October 1, 2005*):
- 6 (a) For the purposes of this section and sections 8-44a, 8-70, 8-78, 8-
- 7 80, 8-114a, 8-117b, 8-119a, 8-119b, 8-119h, 8-119i, 8-119ee, 8-119hh, 8-
- 8 119ii, 8-119jj, 8-169w, 8-214g, 8-216b, 8-218b, 8-219b, 8-387, 8-405, 8-410,
- 9 8-415, 8-420, 16a-40b, 16a-40j, and sections 8-430 to 8-438, inclusive, the
- 10 following terms shall have the following meanings:
- 11 (1) "Bond-financed state housing program" means any program
- 12 administered by the Commissioner of Economic and Community
- 13 Development which provides financial assistance for housing
- 14 acquisition, development, rehabilitation or support services, and

15 which may be financed in whole or in part from the proceeds of the 16 state's general obligation bonds, including: Acquisition of surplus land 17 pursuant to section 8-37y, affordable housing projects pursuant to 18 section 8-37pp, housing authority programs for social and 19 supplementary services, project rehabilitation and improvement and 20 energy conservation pursuant to section 8-44a, moderate rental 21 housing pursuant to section 8-70, moderate cost housing pursuant to 22 section 8-82, housing for elderly persons pursuant to section 8-114a, 23 congregate housing for the elderly pursuant to section 8-119h, housing 24 for low-income persons pursuant to section 8-119dd, financial 25 assistance for redevelopment or urban renewal projects pursuant to 26 section 8-154a, housing and community development pursuant to 27 sections 8-169*l* and 8-216b, urban homesteading pursuant to subsection 28 (a) of section 8-169w, community housing land bank and land trust 29 program pursuant to section 8-214d, financial assistance for 30 development of limited equity cooperatives and mutual housing 31 pursuant to section 8-214f, community housing development 32 corporations pursuant to sections 8-218 and 8-218a, financial assistance 33 to elderly homeowners for emergency repairs or rehabilitation 34 pursuant to section 8-219b, financial assistance for removal of lead-35 based paint and asbestos pursuant to section 8-219e, home ownership 36 loans pursuant to subsection (a) of section 8-286, housing programs for 37 homeless persons pursuant to sections 8-356 and 8-357, grants to 38 municipalities for financing low and moderate income rental housing 39 pursuant to section 8-365, housing infrastructure grants and loans 40 pursuant to section 8-387, private rental investment mortgage and 41 equity program pursuant to sections 8-401 and 8-403, assistance for 42 housing predevelopment costs pursuant to sections 8-410 and 8-411, 43 residential subsurface sewage disposal system repair program 44 pursuant to sections 8-415 and 8-420, energy conservation loans 45 pursuant to section 16a-40b, rent receivership pursuant to section 47a-46 56j, construction, acquisition and related rehabilitation pursuant to 47 section 8-433 and, any other such program now, heretofore or hereafter 48 existing, and any additions or amendments to such programs.

(2) "Administrative expense" means any administrative or other cost or expense incurred by the state in carrying out the provisions of any of the following bond-financed state housing programs, including the hiring of necessary employees and the entering of necessary contracts: Housing authority programs for social and supplementary services, project rehabilitation and improvement, and energy conservation pursuant to section 8-44a, moderate rental housing pursuant to section 8-70, moderate cost housing pursuant to section 8-82, housing for elderly persons pursuant to section 8-114a, congregate housing for the elderly pursuant to section 8-119h, housing for low-income persons pursuant to section 8-119dd, urban homesteading pursuant to subsection (a) of section 8-169w, financial assistance for development of limited equity cooperatives and mutual housing pursuant to section 8-214f, financial assistance to elderly homeowners for emergency repairs or rehabilitation pursuant to section 8-219b, home ownership loans pursuant to subsection (a) of section 8-286, housing programs for homeless persons pursuant to sections 8-356 and 8-357, private rental investment mortgage and equity program pursuant to sections 8-401 and 8-403, assistance for housing predevelopment costs pursuant to sections 8-410 and 8-411, residential subsurface sewage disposal system repair pursuant to section 8-415 and section 8-420, energy conservation loans pursuant to section 16a-40b, and construction, acquisition and related rehabilitation pursuant to section 8-433.

(3) "State service fee" means any fee or charge assessed or collected by the state for the purpose of paying for any administrative expense, pursuant to subsections (f) and (g) of section 8-44a with respect to housing authority programs for social and supplementary services, project rehabilitation and improvement, and energy conservation, subsection (c) of section 8-70 and section 8-72 with respect to moderate rental housing, subsection (b) of section 8-114a and subsection (a) of section 8-115a with respect to housing for elderly persons, section 8-119h and subsection (a) of section 8-115a with respect to congregate housing for the elderly, section 8-119jj and section 8-72 with respect to housing for low-income persons, subsection (c) of section 8-218b with

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83 respect to community housing development corporations, subsection

- 84 (b) of section 8-219b with respect to financial assistance to elderly
- 85 homeowners for emergency repairs and rehabilitation, and subsection
- 86 (a) of section 8-405 with respect to the private rental mortgage and
- 87 equity program.
- 88 Sec. 2. Subsection (e) of section 8-37qq of the general statutes is
- 89 repealed and the following is substituted in lieu thereof (Effective
- 90 *October 1, 2005*):
- 91 (e) (1) There is established a fund to be known as the "Housing
- 92 Repayment and Revolving Loan Fund". The fund shall contain any
- 93 moneys required by law to be deposited in the fund and shall be held
- 94 separate and apart from all other money, funds and accounts.
- 95 Investment earnings credited to the fund shall become part of the
- 96 assets of the fund. Any required rebates to the federal government of
- 97 such investment earnings shall be paid from the fund. Any balance
- 98 remaining in said fund at the end of any fiscal year shall be carried
- 99 forward in the fund for the next fiscal year.
- 100 (2) (A) Notwithstanding any provision of the general statutes or any
- public or special act to the contrary, except sections 8-76 and 8-80, the
- 102 following shall be paid to the State Treasurer for deposit in the
- Housing Repayment and Revolving Loan Fund: (i) All payments to the
- state of principal or interest on loans that the ultimate recipient is
- obligated to repay to the state, with or without interest, made pursuant
- 106 to section 8-114a with respect to loans for housing for elderly persons,
- section 8-119h with respect to loans for congregate housing for the
- 108 elderly, subsection (a) of section 8-169w with respect to urban
- 109 homesteading loans, sections 8-218 and 8-218a with respect to
- 110 community housing development corporation loans, section 8-337
- 111 with respect to security deposit revolving loans, section 8-410 with
- 112 respect to housing predevelopment cost loans, section 8-415 and
- section 8-420 with subsurface sewage disposal system repair loans,
- 114 [and] section 8-433 with respect to loans for construction, acquisition
- and related rehabilitation and section 8-37pp with respect to loans for

affordable housing; (ii) all payments of principal with respect to energy conservation loans pursuant to section 16a-40b; (iii) all payments made to the state constituting the liquidation of an equity interest pursuant to section 8-404 with respect to the private rental investment mortgage and equity program or a participation interest pursuant to section 8-436; (iv) all payments made to the state constituting the liquidation of any other security interest or lien taken or granted pursuant to a bond-financed state housing program or assistance or related agreement, except liquidations constituting principal or interest on loans not mentioned in subparagraph (A)(i) or (A)(ii) of this subdivision and the liquidation of security interests or liens with respect to rent receivership pursuant to subsection (c) of section 47a-56i; (v) all other return or recapture of state financial assistance made pursuant to the provisions of any bond-financed state housing program or assistance or related agreement, except principal or interest on loans not mentioned in subparagraph (A)(i) or (A)(ii) of this subdivision and payments received with respect to rent receivership pursuant to subsection (c) of section 47a-56i; (vi) all payments of state service fees and administrative oversight charges, as defined in section 8-430, rendered in accordance with the provisions of any bond-financed state housing program other than state service fees financed from the proceeds of the state's general obligation bonds; and (vii) all other compensation or reimbursement paid to the Department of Economic and Community Development with respect to bondfinanced state housing programs other than from the federal government.

(B) Notwithstanding any provision of the general statutes or any public or special act to the contrary, except as provided in this subsection, loans for any bond-financed state housing program which the ultimate recipient is obligated to repay to the state, with or without interest, may be paid out of moneys deposited in the Housing Repayment and Revolving Loan Fund without the prior approval of the State Bond Commission, subject to the approval of the Governor of an allotment. All payments on energy conservation loans pursuant to

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said section 16a-40b shall be accounted for separately from other moneys in the Housing Repayment and Revolving Loan Fund, and shall be used to make further loans pursuant to said section 16a-40b and to pay any administrative expense attributable to such loans.

- (C) Notwithstanding any provision of the general statutes or any public or special act to the contrary, payment of any administrative expense may be made out of the Housing Repayment and Revolving Loan Fund subject to the approval of the Governor of an allotment for such purpose.
- Sec. 3. Section 8-37ww of the general statutes, as amended by section 1 of house bill 6429 of the current session, is repealed and the following is substituted in lieu thereof (*Effective from passage*):
 - (a) As used in this section, "eligible building" means a two to six-family building that was built prior to 1950 and has wooden windows, and "commissioner" means the Commissioner of Economic and Community Development.
- 166 (b) The commissioner may establish a demonstration program in 167 one or more municipalities to promote energy efficiency and 168 environmentally safe housing by providing matching grants to owners 169 of eligible buildings to repair or replace wooden windows in such 170 buildings. Such demonstration program may be funded from moneys 171 allocated to the program established by section 8-37pp or from any 172 moneys available to the Commissioner of Economic and Community 173 Development from other sources. Of the first three municipalities in 174 which such demonstration program is established, at least two shall 175 have a population of one hundred thousand or more and at least one 176 shall have a population of less than one hundred thousand. No such 177 grant shall exceed one hundred dollars for each window to be repaired 178 or replaced. The commissioner may contract with one or more entities 179 to operate the program.
- 180 (c) The demonstration program shall end on June 30, 2008. On or 181 before February 1, 2008, the commissioner shall report to the select

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committee of the General Assembly having cognizance of matters relating to housing as to the number of eligible buildings for which assistance was provided, the costs involved, the effectiveness of the demonstration program and the commissioner's recommendation as to whether the demonstration program should be expanded and made permanent.

[(d) The commissioner shall adopt regulations, in accordance with the provisions of chapter 54, to implement the provisions of this section.]

Sec. 4. Section 2 of substitute house bill 6662 of the current session is repealed and the following is substituted in lieu thereof (*Effective from passage*):

Annually, the Department of Economic and Community Development in consultation with the Connecticut Housing Finance Authority shall conduct a comprehensive assessment of current and future needs for rental assistance under section 8-119kk of the general statutes for housing projects for the state's elderly and disabled. Not later than [April] February 1, 2006, the results of the first such analysis shall be presented to the select committee of the General Assembly having cognizance of matters relating to housing, in accordance with section 11-4a of the general statutes."

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2005	8-37qq(a)
Sec. 2	October 1, 2005	8-37qq(e)
Sec. 3	from passage	8-37ww
Sec. 4	from passage	HB 6662 (current
		session), Sec. 2

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